E 3510-DS-P

DEPARTMENT OF COMMERCE

International Trade Administration

[A-570-018, C-570-019]

Boltless Steel Shelving Units Prepackaged for Sale from the People's Republic of China: Continuation of Antidumping Duty Order and Countervailing Duty Order

AGENCY: Enforcement and Compliance, International Trade Administration, Department of Commerce.

SUMMARY: As a result of the determinations by the Department of Commerce (Commerce) and the International Trade Commission (ITC) that revocation of the antidumping duty (AD) and countervailing duty (CVD) orders on boltless steel shelving units prepackaged for sale from the People's Republic of China (China) would likely lead to continuation or recurrence of dumping, countervailable subsidies, and material injury to an industry in the United States, Commerce is publishing a notice of continuation of the AD and CVD orders.

DATES: Applicable [Insert date of publication in the Federal Register].

FOR FURTHER INFORMATION: Kabir Archuletta, AD/CVD Operations, Office V, Enforcement and Compliance, International Trade Administration, U.S. Department of Commerce, 1401 Constitution Avenue, NW, Washington, DC 20230; telephone: (202) 482-2593.

SUPPLEMENTARY INFORMATION:

Background

On October 21, 2015, Commerce published the AD and CVD orders on boltless steel shelving from China.¹ On September 1, 2020, the ITC instituted,² and Commerce initiated, the first sunset review of the *Orders*, pursuant to section 751(c) of the Tariff Act of 1930, as

¹ See Boltless Steel Shelving Units Prepackaged for Sale from the People's Republic of China: Antidumping Duty Order, 80 FR 63741 (October 21, 2015); see also Boltless Steel Shelving Units Prepackaged for Sale from the People's Republic of China: Amended Final Affirmative Countervailing Duty Determination and Countervailing Duty Order, 80 FR 63745 (October 21, 2015) (collectively, Orders).

² See Boltless Steel Shelving Units Prepackaged for Sale from China; Institution of Five-Year Reviews, 85 FR 54404 (September 1, 2020).

amended (the Act).³ As a result of its review, Commerce determined that revocation of the *Orders* would likely lead to continuation or recurrence of dumping and countervailable subsidies and, therefore, notified the ITC of the magnitude of the margins and net countervailable subsidy rates likely to prevail should the *Orders* be revoked.⁴

On May 5, 2021, the ITC published its determination, pursuant to sections 751(c) and 752(a) of the Act, that revocation of the *Orders* would likely lead to continuation or recurrence of material injury to an industry in the United States within a reasonably foreseeable time.⁵

Scope of the *Orders*

The scope of the *Orders* covers boltless steel shelving units prepackaged for sale, with or without decks (boltless steel shelving). The term "prepackaged for sale" means that, at a minimum, the steel vertical supports (*i.e.*, uprights and posts) and steel horizontal supports (*i.e.*, beams, braces) necessary to assemble a completed shelving unit (with or without decks) are packaged together for ultimate purchase by the end-user. The scope also includes add-on kits. Add-on kits include, but are not limited to, kits that allow the end-user to add an extension shelving unit onto an existing boltless steel shelving unit such that the extension and the original unit will share common frame elements (*e.g.*, two posts). The term "boltless" refers to steel shelving in which the vertical and horizontal supports forming the frame are assembled primarily without the use of nuts and bolts or screws. The vertical and horizontal support members for boltless steel shelving are assembled by methods such as, but not limited to, fitting a rivet, punched or cut tab or other similar connector on one support into a hole, slot or similar receptacle on another support. The supports lock together to form the frame for the shelving unit and provide the structural integrity of the shelving unit separate from the inclusion of any

 $^{^3}$ See Initiation of Five-Year (Sunset) Reviews, 85 FR 54348 (September 1, 2020) (Notice of Initiation).

⁴ See Boltless Steel Shelving Units Prepackaged for Sale from the People's Republic of China: Final Results of the Expedited Sunset Review of Antidumping Duty Order, 86 FR 59 (January 4, 2021), and accompanying Issues and Decision Memorandum (IDM); see also Boltless Steel Shelving Units Prepackaged for Sale from the People's Republic of China: Final Results of the Expedited Sunset Review of the Countervailing Duty Order, 86 FR 58 (January 4, 2021), and accompanying IDM.

⁵ See Boltless Steel Shelving Units Prepackaged for Sale from China, 86 FR 23981 (May 5, 2021).

decking. The incidental use of nuts and bolts or screws to add accessories, wall anchors, tie-bars or shelf supports does not remove the product from scope. Boltless steel shelving units may also come packaged as partially assembled, such as when two upright supports are welded together with front-to-back supports, or are otherwise connected, to form an end unit for the frame. The boltless steel shelving covered by the *Orders* may be commonly described as rivet shelving, welded frame shelving, slot and tab shelving, and punched rivet (quasi-rivet) shelving as well as by other trade names. The term "deck" refers to the shelf that sits on or fits into the horizontal supports (beams or braces) to provide the horizontal storage surface of the shelving unit.

The scope includes all boltless steel shelving meeting the description above, regardless of: (1) vertical support or post type (including but not limited to open post, closed post and tubing); (2) horizontal support or beam/brace profile (including but not limited to Z-beam, C-beam, L-beam, step beam and cargo rack); (3) number of supports; (4) surface coating (including but not limited to paint, epoxy, powder coating, zinc and other metallic coating); (5) number of levels; (6) weight capacity; (7) shape (including but not limited to rectangular, square, and corner units); (8) decking material (including but not limited to wire decking, particle board, laminated board or no deck at all); or (9) the boltless method by which vertical and horizontal supports connect (including but not limited to keyhole and rivet, slot and tab, welded frame, punched rivet and clip).

Specifically excluded from the scope are:

- wall-mounted shelving, defined as shelving that is hung on the wall and does not stand
 on, or transfer load to, the floor;
- wire shelving units, which consist of shelves made from wire that incorporates both a
 wire deck and wire horizontal supports (taking the place of the horizontal beams and
 braces) into a single piece with tubular collars that slide over the posts and onto plastic
 sleeves snapped on the posts to create the finished shelving unit;
- bulk-packed parts or components of boltless steel shelving units; and

• made-to-order shelving systems.

Subject boltless steel shelving enters under the United States through Harmonized Tariff

Schedule of the United States (HTSUS) statistical subheadings 9403.20.0018, 9403.20.0020,

9403.20.0025, and 9403.20.0026, but may also enter through HTSUS 9403.10.0040. While

HTSUS subheadings are provided for convenience and customs purposes, the written description

of the scope of the *Orders* is dispositive.

Continuation of the *Orders*

As a result of the determinations by Commerce and the ITC that revocation of the *Orders*

would likely lead to a continuation or a recurrence of dumping and countervailable subsidies, as

well as material injury to an industry in the United States, pursuant to section 751(d)(2) of the

Act, Commerce hereby orders the continuation of the Orders. U.S. Customs and Border

Protection will continue to collect AD and CVD cash deposits at the rates in effect at the time of

entry for all imports of subject merchandise. The effective date of the continuation of the Orders

will be the date of publication in the Federal Register of this notice of continuation. Pursuant to

section 751(c)(2) of the Act and 19 CFR 351.281(c)(2), Commerce intends to initiate the next

five-year reviews of the *Orders* not later than 30 days prior to the fifth anniversary of the

effective date of continuation.

Notification to Interested Parties

These five-year sunset reviews and this notice are in accordance with section 751(c) of

the Act and published in accordance with section 777(i)(1) of the Act and 19 CFR 351.218(f)(4).

Dated: May 6, 2021.

James Maeder.

Deputy Assistant Secretary

for Antidumping and Countervailing Duty Operations.